



Exhibit 1000-2
(cropped)

The 703 Account

Q. Ms. Anderson,
date of this page

A. February 1, 200

Q. Can you read from
handwriting that's
hand side above the

A. "38 mill wire on
New York Lawrenc

Q. Whose handw

A. Mine.

-- Simone An

C.M. 10-16-08	C.M. = WIRE ACTIVITY
+324,951 BALANCE FORWARD	-180,000 WIRE out - theley
-2487 CHECKS OUT *DAILY	-14000 WIRE out - LANDRICK
CHECKS OUT *MONTHLY	-2225 WIRE out - BLUM SP
+28 CK RTN STOP PAYMENT	-1350 WIRE out - KENUSS
+100,773 NET WIRES ****	-1200 WIRE out - RUANIN
+922 MY DEPOSIT	-55.37 WIRE out - KNABEL
+424,187 TOTAL BALANCE	-1000 WIRE out - BIGOS
WIRING OUT 50 mil 10/17 KINGATE	-1000 WIRE out - DAIBES
WIRING OUT 20 mil 10/17 DEFENDER	-700 WIRE out - Levy-Henry
WIRING OUT 25M 11/9 IRWIN	-500 WIRE out - EIGHTEEN
WIRING OUT 70 mil 10/20 LUX INV	-75 WIRE out - MARDEN
WIRING OUT 5 mil 10/31 BELFER	+1200 WIRE IN - One Thous
WIRING OUT 1 mil 10/17 BRAG	+3 WIRE IN - STERLING
WIRING OUT 500M 10/17 ALTOUK	+23 WIRE IN - STERLING
WIRING OUT	+269 WIRE IN - MIRSKY
WIRING OUT	+640 WIRE IN - MIRSKY
WIRING OUT	+350 WIRE IN - SQUADRON
WIRING OUT	+581 WIRE IN - MIRSKY
WIRING OUT	+700 WIRE IN - BRASCH
WIRING OUT	+2100 WIRE IN - HERALD LAX
WIRING OUT	+2500 WIRE IN - FRIEDMAN
	+299,994 WIRE IN - SALE of T-BILL
	+100,773 NET WIRES*** ✓

-38 Mil wire out Bklyn
Lawrence

C.M. = WIRE ACTIVITY
-6000 WIRE out - American
-1000 WIRE out - Masker
-500 WIRE out - Jordan
-500 WIRE out - Bigos
-273 WIRE out - Rogie
+5 WIRE in - Marden
+100 WIRE in - Russell
+1000 WIRE in - Pissetz
+1000 WIRE in - M-Invest
+135 WIRE in - Rogovin
+1000 WIRE in - Cardinal
+1519 WIRE in - Downtown
+1850 WIRE in - MDE
+2200 WIRE in - GF-Crut
+10000 WIRE in - Primeo
+12000 WIRE in - Herald
31031 NET WIRES ****
WIRING OUT 759,807 2/2 RMGF
WIRING OUT 35 MIL 2/3 Plaza
WIRING OUT 150M 2/3 Auld
WIRING OUT 10 Mil 2/6 White Orchard
WIRING OUT 900M 2/6 Greenwich
WIRING OUT 30M 2/6 Wilson
WIRING OUT 31 Mil 2/15 Stan
WIRING OUT 31250 2/15 Marden
WIRING OUT 8,076,978 2/17 Shapiro
WIRING OUT 3 Mil ? Rosenberg
WIRING OUT 1.5 Mil 2/6 P. Assoc.
WIRING OUT
WIRING OUT



The 703 Account

Q. Ms. Anderson, what is the date of this page of the pad?

A. February 1, 2006.

Q. Can you read for us the handwriting that's on the right-hand side above the box.

A. "38 mill wire out Bank of New York Lawrence."

Q. Whose handwriting is that?

A. Mine.

-- Semone Andersen Tr., 4355

WALT

C.M. 2-1-06

+97409 BALANCE FORWARD

-740 CHECKS OUT *DAILY

✓ -2 CHECKS OUT *SPECIAL Annette

-2567 CHECKS OUT *Monthly

✓ N.L. DEPOSIT

✓ -194 SK RTN/STOP PAYMENT

+31031 NET WIRES ****

✓ +65 MY DEPOSIT

+125002 TOTAL BALANCE

*HAND DELIVER N.L. /

DRAWING N.L. /

DRAWING SPECIAL /

MAILED IN STATE 1,323,021.34

MAILED OUT STATE 1,984,532.01

GIVING YOU N.L. /

C.M. = WIRE ACTIVITY

✓ -6000 WIRE out - American

✓ -1000 WIRE out - Masker

✓ -500 WIRE out - Jordan

✓ -500 WIRE out - Bigos

✓ -273 WIRE out - Rogie

✓ +5 WIRE in - Marden

✓ +100 WIRE in - Russell

✓ +10000 WIRE in - Pisset

✓ +135 WIRE in - M-Invest

✓ +1000 WIRE in - Rogosin

✓ +1519 WIRE in - Cardinal

✓ +1850 WIRE in - Downtown

✓ +2200 WIRE in - MDE

✓ +10000 WIRE in - GF-Crut

✓ +12000 WIRE in - Primeo

+31031 NET WIRES ****

WIRING OUT 759,807 2/2 RMGF

WIRING OUT 35 Mil 2/3 Plaza

WIRING OUT 150M 2/3 Auld

WIRING OUT 10 Mil 2/6 White Orchard

WIRING OUT 900M 2/6 Greenwich

WIRING OUT 30M 2/6 Wilson

WIRING OUT 31 Mil 2/15 Stan

WIRING OUT 31250 2/15 Marden

WIRING OUT 8,076,978 2/17 Shapiro

WIRING OUT 3 Mil ? Rosenberg

WIRING OUT 1.5 Mil 2/6 P.J. Assoc.

WIRING OUT

WIRING OUT

-38 Mil wire out Bk NY Lawrence

Exhibit 105-a422, p. 115

The 703 Account

Q. What were you doing when you found out that he had been arrested?

A. That particular morning I came in, and I was actually in the middle of doing the checkbook for the morning, receiving in the checks and writing the information down, when I got the information that he had been arrested.

-- Winnifer Jackson Tr., 1008

WACT

C.M. 7-17-06	C.M. = WIRE ACTIVITY
+355,362 BALANCE FORWARD	✓ - 6,000 WIRE out - METS
-1431 CHECKS OUT *DAILY	✓ - 635 WIRE out - GALE
CHECKS OUT *MONTHLY	✓ - 500 WIRE out - SARAN
CHECKS OUT *	✓ - 100 WIRE out - CHAIS
+28 +15	✓ + 6,786 WIRE IN - INT-CC Baller 2005
+13 CK RTN STOP PAYMENT	✓ + 2,244 WIRE IN - INT-CC Ball 11/2006-5/31/06
+12595 NET WIRES ****	✓ + 911 WIRE IN - TREASURY INT
✓ +858 MY DEPOSIT	✓ + 8,600 WIRE IN - HT CAPITAL
+367,420 TOTAL BALANCE	✓ + 19 WIRE IN - BROFFMAN
*HAND DELIVER 220,000 - F. LEVY	✓ + 1,250 WIRE IN - TROTANOY
DRAWING SPECIAL	+12575 NET WIRES **** ✓
MAILED IN STATE 408,727.16	WIRING OUT 9.5 MIL 7/18 Picower
MAILED OUT STATE 802,487.50	WIRING OUT 2 MIL 7/18 CANADA
WIRING OUT	WIRING OUT 569,200 - 7/19 PINTO
WIRING OUT	WIRING OUT 100 M 7/19 Auld
WIRING OUT	WIRING OUT 6 MIL 7/20 J Levy
WIRING OUT	WIRING OUT 1 MIL ? NCA Cap
WIRING OUT	WIRING OUT 471,087.59 7/20 FITZGERALD
WIRING OUT	WIRING OUT 11,550,000 - 8/10 SHAPIRO
DRAWING CKS 7/18 1,306,854.82	WIRING OUT 550M 7/20 ULRICH
	WIRING OUT
	WIRING OUT
	WIRING OUT
	WIRING OUT
	WIRING OUT

Q. ...Why don't we go to 105-A422. Ms. Anderson, do you recognize this form that we are looking at?

A. Yes.

Q. What is this?

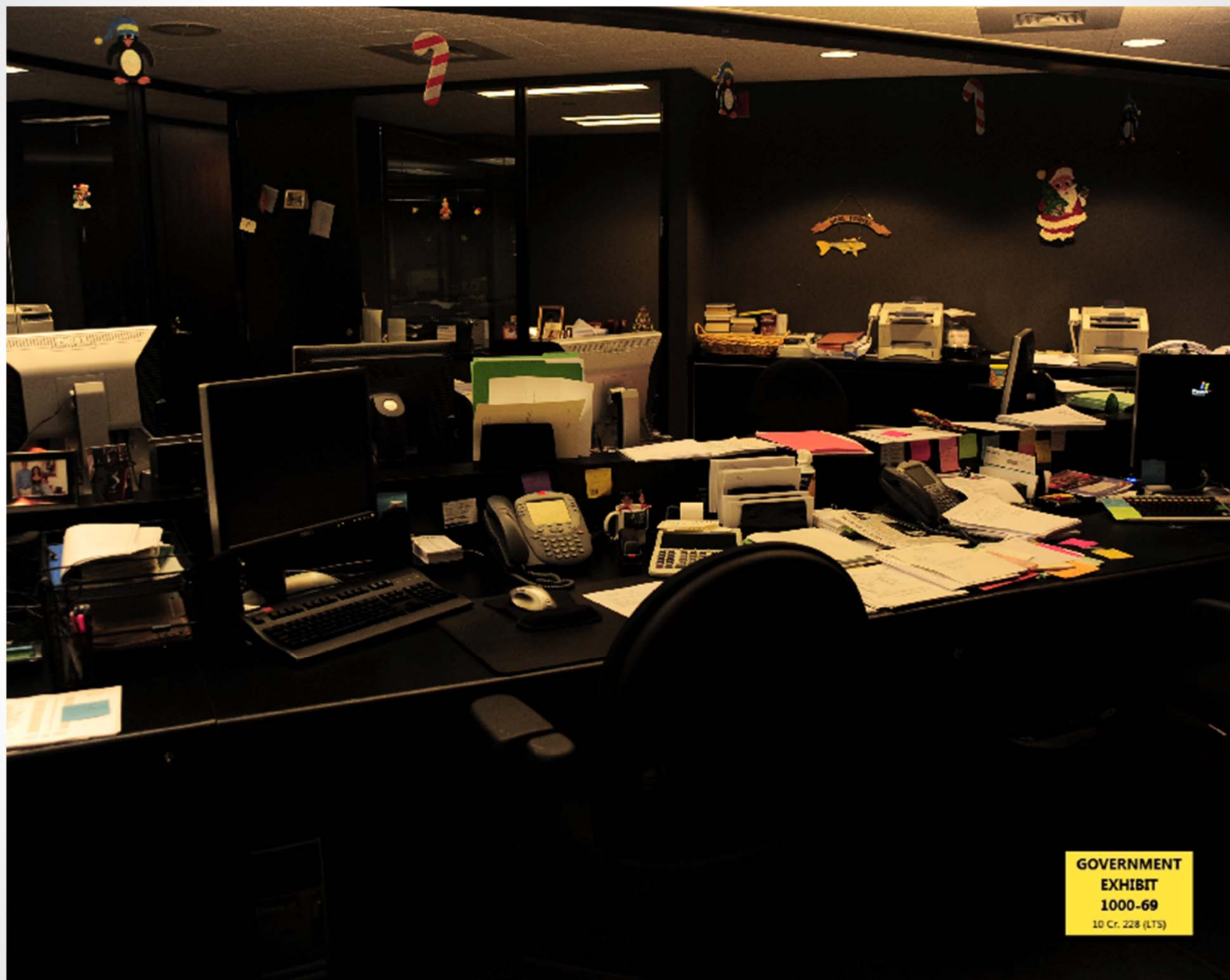
A. It's part of what we call the pad.

Q. What is the purpose of the pad?

A. **That is our running record showing the checks and wires in and out.**

-- Simone Andersen Tr., 4355

GOVERNMENT
EXHIBIT
105-A422
10 Cr. 228 (LTS)



Stanley Chais

Q. Did you tell the government that it was Mr. Madoff who asked you to make changes to the Chais accounts and to teach Ms. Crupi how to do them, how to handle them?

Mr. DiPascali. Yes.

...

Q. All right. And then after that, as a part of teaching Ms. Crupi that process, she would run her work by you for approval?

Mr. DiPascali. Yes.

...

Q. But can we agree that it was you who taught Ms. Crupi the methodology to handle the Chais accounts?

Mr. DiPascali. We can agree to that.

Counts 16 and 17

Five Bank loans obtained by David Kugel, his wife, his son, and his daughter for high-end real estate.

Based on documents submitted, and often drafted by the Kugels

Following conversations with Bernard Madoff, at which Jodi was not present

Reflecting numbers provided by David Kugel

That David Kugel believed were accurate

From IA accounts managed exclusively by David Kugel

With all proceeds going to the Kugels

And no value – not one dime – going to Jodi

David Kugel says:

They existed. The number I had in the IA account that showed was not the full value of what I thought the account was worth. I included in there, in all cases, working capital, and in some cases I included money that I was transferring as a gift to my son and/or daughter.

So, in some cases, I did transfer it and the number represent -- even though it wasn't accurate -- I realize I'm wrong because I didn't accurately report exactly as it should be done, and I realize my mistake. But the way I came up with the number was, in my mind, I had this working capital, and my account was worth more and the same for my children.

-- David Kugel Tr., 2450-51

David Kugel says:

Q. So you didn't just pluck the numbers out of thin air?

A. Correct.

Q. You looked at what was both in the account and what you had in your working capital and what was in the portfolio management report, and so that's how you came up with the numbers that ended up on these applications?

A. Yes, or money that I was going to transfer into their account from my account.

Q. So there was some basis in reality for the math?

A. Correct. It wasn't just -- correct.

Q. But you did these calculations, correct?

A. Yes.

Everyone says:

Q. And so you thought the money in your investment account was going towards shopping centers and foreign currency?

A. Other investments that he was making, yes, yes.

Q. And that's how he was paying his returns?

A. That's how he was making money to pay for the returns, yes.

-- David Kugel, Tr. 1876

Everyone says:

Q. You told us that you kept virtually your entire wealth in your investment advisory account once you opened it, correct?

A. Yes.

Q. You did that because you never suspected there was anything fraudulent about that account, correct?

A. Correct.

Q. You never suspected there was a Ponzi scheme at Madoff Securities, correct?

A. Correct.

-- Enrica Cotellessa-Pitz, Tr. 4141

Everyone says:

I literally thought that we were doing the customers a favor of granting them these extraordinary returns because I thought the assets were there to back those liabilities, and I believed in Madoff, that he had somehow the power to make a rate of return greater than what he promised the customer. I understood the entire fraud to be something other than it was and -- yeah.

-- Frank DiPascali, Tr. 5421

David Kugel said. . .

A. The conversation was, where is Bernard Madoff investing the money? As a matter of fact, at one point, Marty says as a joke -- Marty Joel says as a joke, Who's Madoff's Madoff?

Q. And what was your answer?

A. It was said as a joke. I didn't even answer.

Q. Why is that a joke, who's Madoff's Madoff?

A. Because we didn't know where he was investing the money.

The Kugel Loans

- The 2002 David Kugel Boca Mortgage
- The 2003 David Kugel Manhasset Mortgage
- The 2005 Craig Kugel New York Mortgage
- The 2007 Craig Kugel Construction Loan
- The 2002 Heather Kugel New York Mortgage



212 230-2424
800 334-1343
Fax 212 486-8178

September 19, 2002

David and Phyllis Kugel

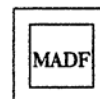
Dear Mr. and Mrs. Kugel,

Please be advised that the balance in your brokerage account at Bernard L. Madoff Investment Securities LLC, on August 31, 2002 was \$5,998,572.00.

If I can be of any further assistance I can be reached at 212-230-2461.

Sincerely,

Jodi Crupi
Jodi Crupi



~~DAVID L. KUGEL~~

5,998,572.00

David & Phyllis
KUGEL

GOVERNMENT
EXHIBIT
200-30

10 Cr. 228 (LTS)

-- Exhibit 200-30. p. 2

Affiliated with:
Madoff Securities International Limited
12 Berkeley Street, Mayfair, London W1X 5AD. Tel 020-7493 6222

No. 6963 P. 4

Oct. 24. 2002 9:26AM

Exhibit 200-31

Request for Verification of Deposit

kugelD

Privacy Act Notice: This information is to be used by the agency collecting it or its assignees in determining whether you qualify as a prospective mortgagor under its program. It will not be disclosed outside the agency except as required and permitted by law. You do not have to provide this information, but if you do not your application for approval as a prospective mortgagor or borrower may be delayed or rejected. The information requested in this form is authorized by Title 38, USC, Chapter 37 (if VA); by 12 USC, Section 1701 et. seq. (if HUD/FHA); by 42 USC, Section 1452b (if HUD/CPD); and Title 42 USC, 1471 et. seq., or 7 USC, 1921 et. seq. (if USDA/Fm HA).

Instructions: Lender - Complete items 1 through 8. Have applicant complete item 9. Forward directly to depository named in item 1.
 Depository - Please complete items 10 through 18 and return directly to lender named in item 2.
 The form is to be transmitted directly to the lender and is not to be transmitted through the applicant(s) or any other party.

Lender's Phone No.
561-804-4562

Part I - Request

1. To (Name and address of depository) JODI CRUPI Bernard Madoff 885 THIRD AVE NEW YORK, NY 10022	2. From (Name and address of lender) CORREA JAMES Magellan Mortgage Group 10 Fairway Dr Deerfield Beach, FL 33441
---	---

I certify that this verification has been sent directly to the bank or depository and has not passed through the hands of the applicant or any other interested party.

3. Signature of Lender	4. Title PROCESSOR	5. Date	6. Lender's No. (Optional)
------------------------	-----------------------	---------	----------------------------

7. Information To Be Verified

Type of Account	Account in Name of	Account Number	Balance
INVESTMENT SEC.	David Kugel and Phyllis Kugel	KOO66-3	\$ 5,750,000.00
			\$
			\$

To Depository: I/We have applied for a mortgage loan and stated in my/our financial statement that the balance on deposit with you is as shown above. You are authorized to verify this information and to supply the lender identified above with the information requested in items 10 through 13. Your response is solely a matter of courtesy for which no responsibility is attached to your institution or any of your officers.

8. Name and Address of Applicant(s) David Kugel, SSN: Phyllis Kugel, SSN:	9. Signature of Applicant(s) X SEE ATTACHMENT X
---	---

To Be Completed by Depository

Part II - Verification of Depository

10. Deposit Accounts of Applicant(s)				
Type of Account	Account Number	Current Balance	Average Balance For Previous Two Months	Date Opened
BROKERAGE	1K006630	\$ 5916392-	\$ 5957482-	PRIOR to 1989
		\$	\$	
		\$	\$	

11. Loans Outstanding To Applicant(s)

Loan Number	Date of Loan	Original Amount	Current Balance	Installments (Monthly/Quarterly)	Secured By	No. of Late Payments
		\$	\$	\$ per		
		\$	\$	\$ per		
		\$	\$	\$ per		

12. Please include any additional information which may be of assistance in determination of credit worthiness (Please include information on loans paid-in full in item 11 above.)

13. If the name(s) on the account(s) differ from those listed in item 7, please supply the name(s) as reflected by your records.

Part III - Authorized Signature

Federal statutes provide severe penalties for any fraud, intentional misrepresentation, or criminal connivance or conspiracy purposed to influence the issuance of any guaranty or insurance by the VA Secretary, the U.S.D.A. FmHA/FHA Commissioner, or the HUD/CPD Assistant Secretary.

14. Signature of Depository Representative Jodi Crupi	15. Title (Please print or type) ACCOUNT EXECUTIVE	16. Date 10-24-02
17. Please print or type name signed in item 14 JODI CRUPI	18. Phone No. 212-230-2461	

CALYX Form v04.frm 12/06

2 d 8893 No.6963

Oct. 24, 2002 9:25AM



BERNARD L. MADOFF
INVESTMENT SECURITIES LLC
885 Third Avenue New York, NY 10022

212 230-2461
800 334-1343
Fax 212 486-8173

David -

*Look this over - if its okay i will put
it on Madoff letterhead - Let me know.*

February 6, 2003

Jodi

David and Phyllis Kugel

Dear Mr. and Mrs. Kugel,

Please be advised that the balance in your brokerage account at Bernard L. Madoff Investment Securities LLC, on January 31, 2003 was \$6,138,818.76.

If I can be of any further assistance I can be reached at 212-230-2461.

Sincerely,

Jodi Crupi

February 6, 2003

David and Phyllis Kugel

Dear Mr. and Mrs. Kugel,

Please be advised that the balance in your brokerage account at Bernard L. Madoff Investment Securities LLC, on January 31, 2003 was \$6,138,818.76.

If I can be of any further assistance I can be reached at 212-230-2461.

Sincerely,

Jodi Crupi
Jodi Crupi

**GOVERNMENT
EXHIBIT
105-C143**
10 Cr. 228 (LTS)

Affiliated with:
Madoff Securities International Limited
12 Berkeley Street, Mayfair, London W1X 5AD. Tel 020-7493 6222

12/14/05 11:53 FAX 5169327452

MANHATTAN MORTGAG

@002



BERNARD L. MADOFF
INVESTMENT SECURITIES LLC
885 Third Avenue New York, NY 10022

212 230-2424
800 334-1343
Fax 212 486-8178

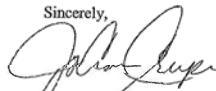
September 16, 2005

The Manhattan Mortgage Company
350 Jericho Turnpike
Jericho, NY 11753

To Whom It May Concern:

This letter verifies that Craig Kugel has an investment account with Bernard L. Madoff Investment Securities LLC with account number# 1-K0144-3. The current market value of this account is \$650,000. Please contact me if you need any further information.

Sincerely,


Joann Crupi

Affiliated with:
Madoff Securities International Limited
12 Berkeley Street, Mayfair, London W1X 5AD. Tel 020-7493 6222

Exhibit 105-C135, p.2

Craig Kugel said...

Q. So you did not plead guilty at any time to bank fraud, did you?

A. **No, I did not commit that crime.**

-- Craig Kugel Tr., 7455

PERIOD ENDING
1/31/03

PAGE
1

H

YOUR TAXPAYER IDENTIFICATION NUMBER
11-3499462

AMOUNT DEBITED TO YOUR ACCOUNT	AMOUNT CREDITED TO YOUR ACCOUNT
7,886,532.36	
	840.00
	3,600.00
	54.00
	150.00
450.00	
	300.00
	4,543,674.00
5,258,064.36	4944.00

Act #	NAME	2006	NEED	W/H	UNITS 2086	Notes
1R0186	ASHA		2		1	✓
1L0157	KUSSEL	closed 11/07	6		3	✓
1L0205	KAREN		6		3	✓
1L0214	DEVON		4		2	✓
1D0020	DOGINSKY		8		4	✓
1L0174	MERRYL		8		4	✓
1S0431	S. C. EAD		8		4	✓

12A924	JOEL LEVY	78	
12R165	ABE K	14	
12R172	SEYMOUR K	14	
12R097	RHOA & GARY	4	
12B143	JECRIS	116	
12R010	R. GLAUTZ	98	
12B348	SPEARLING	10	
12A041	MANJ ENG	6	
12A210	MANJ PLATIS	6	
1L0124	NOEL	343	
1KW427	KATZ ETAL	630	300 ✓

↑ closed 6/20/09

Source: Exhibit 105-c48

Source: Exhibit 105-c51, p. 6

MAR-11-2003 TUE 02:12 PM

NATIONAL MORTGAGE

FAX NO. 703444

P. 02

Request for Verification of Deposit

03020342

Privacy Notice: This information is to be used by the Agency collecting it or its successors in determining whether you qualify as a prospective mortgagee under its program. It will not be disclosed outside the agency except as required and permitted by law. You do not have to provide this information, but if you do not your application for approval as a prospective mortgagee or borrower may be delayed or rejected. The information requested in this form is authorized by Title 38, USC, Chapter 37 (VA); by 12 USC, Section 1701 et seq. (HUD/FHA); by 42 USC, Section 1462b (HUD/CPD); and Title 42 USC, 1471 et seq., or 7 USC, 1821 et seq. (USDA/FmHA).

Instruct one: Lender. Complete items 1 through 6. Have applicant complete item 8. Forward directly to depository named in item 1. Lender's Phone No. 703-448-5900

Depository. Please complete items 10 through 13 and return directly to lender named in item 2. The form is to be transmitted directly to the lender and is not to be transmitted through the applicant(s) or any other party.

Part I - Request

1. To (Name and address of depository)
VERIFICATION OF FUNDS
Bernard Madoff
TEL#
FAX# 212-271-0470

2. From (Name and address of lender)
PATRICE HENDERSON
ACCESS NATIONAL MORTGAGE
8233 Old Court House Road
Vienna, VA 22182

3. I certify that this verification has been sent directly to the bank or depository and has not passed through the hands of the applicant or any other interested party.

4. Title
LOAN PROCESSOR

5. Date
03/11/2003

6. Lender's No. (Optional)

7. Information To Be Verified

Type of Account	Account in Name of	Account Number	Balance
brokerage	DAVID KUGEL and PHYLLIS KUGEL	K0055-3	\$ current
			\$
			\$

To Depository (We have applied for a mortgage loan and stated in my/our financial statement that the balance on deposit with you is as shown above. You are authorized to verify this information and to supply the lender identified above with the information requested in items 10 through 13. Your response is solely a matter of courtesy for which no responsibility is attached to your institution or any of your officers.)

8. Name and Address of Applicant(s)
DAVID KUGEL, SSN:
PHYLLIS KUGEL, SSN:

9. Signature of Applicant(s)
David Kugel
X

To Be Completed by Depository

Part I - Verification of Depository

10. Deposit Accounts of Applicant(s)

Type of Account	Account Number	Current Balance	Average Balance For Previous Two Months	Date Opened
EQUITY	1K0066-30	\$ 6,295,755	\$ +/- 6,217,000	PRE-1980
		\$	\$	
		\$	\$	

11. Loans Outstanding To Applicant(s)

Loan Number	Date of Loan	Original Amount	Current Balance	Installments (Monthly/Quarterly)	Secured By	No. of Late Payments
		\$	\$	\$ per		
		\$	\$	\$ per		
		\$	\$	\$ per		

12. Please include any additional information which may be of assistance in determination of credit worthiness (Please include information on loans listed out in item 11 above.)

13. If the name(s) on the account(s) differ from those listed in item 7, please supply the name(s) on the account(s) as reflected by your records.

Part II - Authorized Signature

Federal statutes provide severe penalties for any fraud, intentional misrepresentation, or substantial negligence or conspiracy purposed to influence the issuance of any guaranty or insurance by the VA Secretary, the U.S.D.A., FmHA/FHA Commissioner, or the HUD/CPD Assistant Secretary.

14. Signature of Depository Representative
FRANK D. PASCOLI

15. Title (Please print or type)
ACCT MGR.

16. Date
3/11/03

17. Please print or type name signed in item 14

18. Phone No.
212-270-2424

GALVY Form v04.0m 12/99

USAO-077987

GOVERNMENT
EXHIBIT
200-74
10 Cr. 228 (LTS)

The bank fraud evidence

The Kugels – father, mother, son and spouse, and daughter – obtained a series of bank loans for the purchase and/or upgrade of a variety of high-end real estate holdings.

In support of these loans the Kugels submitted documentation to each specific lender.

On their applications, the various Kugels listed their IA accounts at Madoff Securities as assets in support of these bank loans.

The Kugel IA accounts were all managed and maintained by David Kugel.

Ms. Crupi played no role in the preparation of and the submission of any loan application to any bank or lender.

The bank fraud evidence

Ms. Crupi did not receive a single cent from the loans or any other thing of value related to these loans.

The government alleges only that Ms. Crupi signed documents verifying the Kugel IA account balances.

Ms. Crupi did not draft many of these documents. They were drafted and given to her to sign by Craig Kugel and David Kugel.

For those documents she did draft, she received the requisite numbers from David Kugel. All the documents signed by Ms. Crupi, were "Kugel creations".

There is no that Ms. Crupi ever checked or verified that the numbers given her by the Kugels or that she did anything but trust David Kugel, a long time Madoff Securities employee and supervisor of the Madoff Securities trading floor.

The one time that the work was more complicated, requiring actual account statements and falsification, Frank DiPascali took over the job.

Craig Kugel said...

Q. You never asked him to see a document or to check in any way that the number that he was giving you was correct?

A. **No. I trusted him.**

Q. You trusted him. You relied totally and completely on the number that he gave you?

A. I did.

Q. **And simply wrote that number down, yes?**

A. Correct.

Q. **That's why in part you don't believe you committed bank fraud, correct?**

A. **That is correct.**

-- Craig Kugel Tr., 7498

Joann (Jodi) Crupi

**Summary of Bernard L. Madoff Business Platinum American Express
Card # 3782-683857-51331 for Joann Crupi for Years 2003 Through 2008**

Expense	Location	Description	Approximate Amount of Charges
Travel (Includes flights, cruises, lodging, car rental, trip insurance)	Miscellaneous	Miscellaneous	\$126,113
Wine Library	Springfield, New Jersey	Alcohol / Beverage	\$40,371
Miscellaneous Food and Beverage (Includes food and beverage charges outside NY)	Miscellaneous	Food and Beverage	\$34,835
Tarantella's Restaurant	Clark, New Jersey	Food and Beverage	\$13,591
Shoppers Discount	Summit, New Jersey	General Merchandise	\$9,578
Costco Wholesale	Union, New Jersey	Grocery Store / Supermarket / Wholesale Club	\$6,665
Best Friends Pet Care	North Plainfield, New Jersey	Miscellaneous	\$5,473
Miscellaneous Wine / Liquor Purchases	Miscellaneous	Miscellaneous	\$4,905
Paypal	California	Misc Professional / Ebay Purchase	\$4,850
Fleming's Steakhouse	Las Vegas, Nevada	Food and Beverage	\$3,870
Guston and Guston, LLP	Glen Rock, New Jersey	Legal Services	\$3,524
Delivery Now	Westfield / Cranford, New Jersey	Delivery Now	\$2,899
RWJ Rahway Fitness & Wellness	Scotch Plains, New Jersey	Doctor and Physician	\$2,466
Garden State Wine Club	Bridgewater, New Jersey	General Merchandise	\$2,194
DMT Automotive	Springfield, New Jersey	Auto Dealer (New/Used)	\$1,895
Majestic Awning, Inc.	Edison, New Jersey	Awnings	\$1,868
Dave Rossi Photography	Westfield, New Jersey	Photographic Studio	\$1,723
Pottery Barn	New Jersey	Catalog / Retail Merchant	\$1,101
Five Star Catering	Garwood, New Jersey	Caterers	\$1,057
BJ's	Watchung, New Jersey	BJ's Club	\$1,011
Other Personal (Ticketmaster, retail stores, etc)	Miscellaneous	Miscellaneous	\$18,284

Total**\$288,272**

**GOVERNMENT
EXHIBIT
2000-7**

Agent Margo Dabney said...

Q. Is it fair to say that the only analysis you've done as to these charges is limited to the four corners of the American Express card statements themselves and what you were given by Agent Duffin?

A. Yes.

-- Agent Margo Dabney Tr., 8456-57

Agent Margo Dabney said...

Q. Is the information on this American Express card bill for these charges sufficient to permit you to determine whether these were personal or business expenses?

A. No.

-- Agent Margo Dabney Tr., 8465-66

Agent Margo Dabney said...

Q. Let's go back to the page we were looking at a few minutes ago, before this one, the two restaurant charges in January 2004. . . Were these two restaurant charges included as personal expenses charged to Ms. Crupi in the analysis you did that resulted in 2000-29 and 2000-30?

A. **I don't know.**

-- Agent Margo Dabney Tr., 8456-57

3622110543407-8

Form **1040** Department of the Treasury -- Internal Revenue Service
U.S. Individual Income Tax Return **2007** IRS Use Only -- Do not write or staple in this space.

For the year Jan. 1-Dec. 31, 2007, or other tax year beginning _____, 2007, ending _____, 20 OMB No. 1545-0074

Label Use the IRS label. Other-wise, please print or type.
JOANN CRUPI
436 GROVE STREET
WESTFIELD NJ 07090

Your social security number
Spouse's social security no.

▲ You must enter your SSN(s) above. ▲
 Checking a box below will not change your tax or refund.

Presidential Election Campaign Check here if you, or your spouse if filing jointly, want \$3 to go to this fund (see instructions) ☐ **You** ☐ **Spouse**

Filing Status
 1 ☐ Single
 2 ☐ Married filing jointly (even if only one had income)
 3 ☐ Married filing separately. Enter spouse's SSN above
 4 ☒ Head of household (with qualifying person). (See inst.) If qualifying person is a child but not your dependent, enter child's name here. **►**
 5 ☐ Qualifying widow(er) with dependent child (see inst.)

Check only one box.

Exemptions
 If more than four dependents, see instructions.

6a ☒ **Yourself.** If someone can claim you as a dependent, do not check box 6a.
 b ☐ **Spouse**
 c **Dependents:**

(1) First name	Last name	(2) Dependent's social security number	(3) Dependent's relationship to you	(4) <input checked="" type="checkbox"/> If qualifying child for tax credit (see inst.)
	BOWEN CRUPI		SON	<input checked="" type="checkbox"/>

Boxes checked on 6a and 6b: 1
 No. of children on 6c who:
 • lived with you: 1
 • did not live with you due to divorce or separation (see inst.):
 Dependents on 6c not entered above:
 Add numbers on lines above **► 2**

d **Total number of exemptions claimed** **2**

Income
 Attach Form(s) W-2 here. Also attach Forms W-2G and 1099-R if tax was withheld.
 If you did not get a W-2, see instructions.
 Enclose, but do not attach, any payment. Also, please use Form 1040-V.

Line	Description	Amount
7	Wages, salaries, tips, etc. Attach Form(s) W-2	278,464
8a	Taxable interest. Attach Schedule B if required	2,189
8b	Tax-exempt interest. Do not include on line 8a	
9a	Ordinary dividends. Attach Schedule B if required	2,586
9b	Qualified dividends (see instructions)	179
10	Taxable refunds, credits, or offsets of state and local income taxes (see instructions)	16,161
11	Alimony received	
12	Business income or (loss). Attach Schedule C or C-EZ	
13	Capital gain or (loss). Attach Schedule D if required. If not required, check here. <input type="checkbox"/>	-3,000
14	Other gains or (losses). Attach Form 4797	
15a	IRA distributions	
15b	Taxable amount	
16a	Pensions and annuities	
16b	Taxable amount	
17	Rental real estate, royalties, partnerships, S corporations, trusts, etc. Attach Schedule E	-33,702
18	Farm income or (loss). Attach Schedule F	
19	Unemployment compensation	
20a	Social security benefits	
20b	Taxable amount (see inst.)	
21	Other income. NET OPERATING LOSS \$-181,748	-181,748
22	Add the amounts in the far right column for lines 7 through 21. This is your total income	90,059
23	Educator expenses (see instructions)	
24	Certain business expenses of reservists, performing artists, and fee-basis government officials. Attach Form 2106/2106-EZ	
25	Health savings account deduction. Attach Form 8889	
26	Moving expenses. Attach Form 3903	
27	One-half of self-employment tax. Attach Schedule SE	
28	Self-employed SEP, SIMPLE, and qualified plans	
29	Self-employed health insurance deduction (see instructions)	
30	Penalty on early withdrawal of savings	762
31a	Alimony paid b Recipient's SSN ►	
32	IRA deduction (see instructions)	
33	Student loan interest deduction (see instructions)	
34	Tuition and fees deduction. Attach Form 8817	
35	Domestic production activities ded. Attach Form 8903	176
36	Add lines 23 through 31a and 32 through 35	938
37	Subtract line 36 from line 22. This is your adjusted gross income	80,012

Adjusted Gross Income

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Department of the Treasury -- Internal Revenue Service
Form 1040 U.S. Individual Income Tax Return 2004 (99) IRS Use Only -- Do not write or staple in this space.
 For the year Jan. 1-Dec. 31, 2004, or other tax year beginning , 2004, ending , 20 OMB No. 1545-0074

Use the IRS label. Other-wise, please print or type.

JOANN CRUPI
436 GROVE STREET
WESTFIELD NJ 07090

Your social security number
Spouse's social security no.

▲ You must enter your SSN(s) above. ▲

Presidential Election Campaign Note. Checking "Yes" will not change your tax or reduce your refund.
 Do you, or your spouse if filing a joint return, want \$3 to go to this fund? **Yes** ☐ **No** ☒ **Yes** ☐ **No** ☐

Filing Status
 1 ☒ Single
 2 ☐ Married filing jointly (even if only one had income)
 3 ☐ Married filing separately. Enter spouse's SSN above
 4 ☐ Head of household (with qualifying person). (See inst.) If qualifying person is a child but not your dependent, enter child's name here.
 5 ☐ Qualifying widow(er) with dependent child (see inst.)

Exemptions
 6a ☒ Yourself. If someone can claim you as a dependent, do not check box 6a.
 b ☐ Spouse

c Dependents: If more than four dependents, see inst.
 (1) First name Last name (2) Dependent's social security number (3) Dependent's relationship to you (4) ☒ if qualifying child for tax credit (see inst.)

(1) First name	Last name	(2) Dependent's social security number	(3) Dependent's relationship to you	(4) <input checked="" type="checkbox"/> if qualifying child for tax credit (see inst.)
	BOWEN CRUPI		SON	<input checked="" type="checkbox"/>

d Total number of exemptions claimed 2

Income

Line	Description	Amount
7	Wages, salaries, tips, etc. Attach Form(s) W-2	200,133
8a	Taxable interest. Attach Schedule B if required	41
9a	Ordinary dividends. Attach Schedule B if required	7,173
9b	Qualified dividends (see instructions)	109
10	Taxable refunds, credits, or offsets of state and local income taxes (see instructions)	1,874
11	Alimony received	
12	Business income or (loss). Attach Schedule C or C-EZ	
13	Capital gain or (loss). Attach Schedule D if required. If not required, check here <input type="checkbox"/>	-3,000
14	Other gains or (losses). Attach Form 4797	
15a	IRA distributions	
15b	Taxable amount	
16a	Pensions and annuities	
16b	Taxable amount	
17	Rental real estate, royalties, partnerships, S corporations, trusts, etc. Attach Schedule E	-23,310
18	Farm income or (loss). Attach Schedule F	
19	Unemployment compensation	
20a	Social security benefits	
20b	Taxable amount (see inst.)	
21	Other income	
22	Add the amounts in the far right column for lines 7 through 21. This is your total income	182,911

Adjusted Gross Income

Line	Description	Amount
23	Educator expenses (see instructions)	
24	Certain business expenses of reservists, performing artists, and fee-basis government officials. Attach Form 2106/2106-EZ	
25	IRA deduction (see instructions)	
26	Student loan interest deduction (see instructions)	
27	Tuition and fees deduction (see instructions)	
28	Health savings account deduction. Attach Form 8889	
29	Moving expenses. Attach Form 3903	
30	One-half of self-employment tax. Attach Schedule SE	
31	Self-employed health insurance deduction (see instructions)	
32	Self-employed SEP, SIMPLE, and qualified plans	
33	Penalty on early withdrawal of savings	
34a	Alimony paid b Recipient's SSN	
35	Add lines 23 through 34a	0
36	Subtract line 35 from line 22. This is your adjusted gross income	182,911

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Preparer's Edition Form 1040 (2004)



